INSTRUMENT PREPARED BY VIRGINIA GAS AND OIL BOARD

ORDER RECORDED UNDER CODE OF VIRGINIA SECTION 45.1-361.26

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NO. VGOB-10-0817-2793

ELECTIONS: V-530027

(hereinafter "Subject Drilling Unit")

TAYIN-EXHIBIT B

## **REPORT OF BOARD**

### **FINDINGS AND ORDER**

1. This Supplemental Order is entered by the Board sua sponte in the form authorized by the Board at its hearing held at 9:00 a.m. on October 20, 1992, Board of Supervisors Room, Courthouse, Grundy, Virginia, and pursuant to authority granted to the Board's Chairman at the hearing of the Virginia Gas and Oil Board on June 16, 1992 at 9:00 a.m. at the Rhododendron Restaurant at the Breaks Interstate Park, Breaks, Virginia; and this Supplemental Order is being recorded for the purpose of (1) complying with the requirements of the Virginia Gas and Oil Board Regulations, 4 VAC 25-160.70C by supplementing the Order previously issued by the Board for subject Docket on August 26, 2011, and recorded in Deed Book 490, Page 337 in the Office of the Clerk of the Circuit Court for Dickenson County, Virginia on September 22, 2011, (herein "Board Order") and (2) to complete the record regarding elections. The Board Order established a drilling unit and pooled all interests in Subject Drilling Unit including those of the Respondents more particularly set forth and identified by the Designated Operator in the affidavits attached hereto and made a part hereof. The Board finds it has jurisdiction over the subject matter pursuant to the provisions of the Virginia Gas and Oil Act, § 45.1-361.1 et seq., Virginia Code, 1950 as amended.

## 2. Findings: The Board finds that:

(a) The Board Order directed Range Resources-Pine Mountain, Inc., (herein the "Designated Operator"), to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by said Board Order;

- (b) The Designated Operator filed its affidavit of mailing dated October 11, 2011, disclosing that it mailed a copy of the Board's Order to the Respondents;
- (c) The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make his or her election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the Designated Operator has filed its affidavit dated March 20, 2012, in accordance with § 7.C of the Virginia Gas and Oil Board Regulations and 4 VAC 25-160.7C (herein "Affidavit of Elections" annexed hereto), wherein it has, for each Respondent whose interests, if any, were pooled by said Board Order, stated: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of the election(s) made, if any; and (iii) whether, by reason of failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interests, estates and claims in Subject Drilling Unit to the Designated Operator;
- (d) Current Board standards requiring the escrow of funds and the Board's agreement with its Escrow Agent, First Bank and Trust Company, Trust Division, P.O. Box 3860, Kingsport, TN 37664; Tel: (423) 246-3700; Attn: Debbie Davis, or any successor named by the Board, require the entry of a Supplemental Order establishing of record the elections made or deemed to have been made and specifying the sums or percentage thereof subject to escrow. Current Board escrow standards were made applicable to Subject Drilling Unit by a Board Order dated July 18, 2006. The Affidavit of Elections indicates that the escrow of funds is required with regard to V-530027.
- Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at Paragraph 2 above, to the extent escrow was required and to the extent it pertained to the elections and interests of the Respondents who have entered into a royalty split agreement and no longer require escrow of any funds, the Applicant is hereby directed to provide the Board with reconciliation of its and the Escrow Agent's records so that any funds affected by this Order may be disbursed in an appropriate manner.
- 4. Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or its Attorney shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Supplemental Order stating that a true and correct copy of this

Supplemental Order was mailed within seven (7) days from the date of receipt of this Supplemental Order to each Respondent whose address is known.

- Conclusion: Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.
- Effective Date: This Order shall be effective as of the date of the Board's approval of this Application, which is set forth at Paragraph 1 above.

by a majority of the Virginia Gas and Oil Board.

DONE AND EXECUTED this \_\_\_\_\_\_\_\_, 2012, by a majority of the Virginia Gas and Oil Board.

DONE AND PERFORMED this 2 nd day of April , 2012, by the Order of this Board.

Rick Cooper

Principal Executive to the Staff Virginia Gas and Oil Board

STATE OF VIRGINIA )
COUNTY OF RUSSELL )

Acknowledged on this 2 day of 2011, personally before me a notary public in and for the Commonwealth of Virginia, appeared Bradley C. Lambert, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, and appeared Rick Cooper, being duly sworn did depose and say that he is Principal Executive to the Staff of the Virginia Gas and Oil Board, that they executed the same and were authorized to do so.

Diane J. Davis, Notary

174394

My commission expires: 9/30//3

DIANE DANOTARY OF VIRGINIA

### **VIRGINIA:**

#### BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE: Application of Range Resources-Pine Mountain. Inc, for the Forced Pooling of Interests in V-530027, Docket No. VGOB-10-0817-2793 in the Sandlick District, Haysi Quadrangle, Dickenson County, Virginia.

AFFIDAVIT OF MCKINNIS & SCOTT, Attorneys-at-Law, Agents for the Designated Operator REGARDING ELECTIONS, ESCROW ACCOUNTS AND SUPPLEMENTAL ORDER

Timothy E. Scott (herein Affiant), being duly sworn on oath, deposes and says:

- That the Affiant is an attorney in the law firm of MCKINNIS & SCOTT, the Agent for the Designated Operator, with offices located at 135 W. Main Street, Suite 200, Kingsport, Tennessee 37660, and is authorized to give this Affidavit in its behalf:
- That the Order entered on August 26, 2011, by the Virginia Gas and Oil Board regarding the captioned conventional gas unit required the Applicant to mail a true and correct copy of said Order to each person pooled by said Order;
- That within seven (7) days of the receipt of an executed and recorded copy of the Order referred to at Paragraph 2, above, the Affiant was directed to cause a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent, if known and locatable, named in the captioned Application, whose address was known, and to all persons, if any, who are added as Respondents at the hearing held in the captioned matter; that proof of such mailing has previously been tendered to the Division of Gas and Oil, the Office of the Gas and Oil Inspector, at Lebanon, Virginia;
- 4. That the Order of the Virginia Gas and Oil Board in the captioned matter required all persons pooled thereby to tender written notice of their election of the option selected under Paragraph 9 of the Order to the Designated Operator within thirty (30) days from the date of receipt of a copy of the recorded Order;
- 5. That the Designated Operator, by and through its agent, McKinnis & Scott, Attorneys-at-Law, has established procedures to review all mail received and all written documents received by means other than by mail to ascertain whether parties whose interests have been pooled have made a written election, in a timely fashion, as required by the captioned Order;

that said procedures were followed to identify the elections, if any, made with regard to Subject Drilling Unit; that the following persons or entities delivered, by mail or otherwise, written elections to the Unit Operator, within the thirty day elections period:

#### None

6. That the interest and/or claims of the following persons or entities (who made timely elections, or who are deemed under the terms of the Board's Order to have leased, or who, subsequent to the pooling hearing held in the captioned matter, have leased or otherwise entered into an agreement with the Designated Operator) are subject to escrow under the Board's Order pooling the captioned Unit, as unknown or unlocatable:

### None

7. That after the pooling hearing held in the captioned matter, the following persons or entities have leased or entered into a voluntary agreement with the Designated Operator with regard to their interest and/or claims:

Owner:	Tract:	Interest:
Theresa Ellen Senter & Robert Ray Senter	4	0.02041667
Joyce Gail Owens	4	0.02041667

8. That the Designated Operator with regard to persons previously requiring the services of the Escrow Agent have now reached an agreement regarding their interests or claims that allows Applicant/Designated Operator to make royalty distribution without the need to escrow funds which would otherwise be in conflict:

#### None

9. That the Respondents identified in Revised Exhibit B-3 hereto have not made a timely election and have failed to enter into an agreement with the Designated Operator and their respective oil and gas rights, interests and claims shall be deemed to have leased to Applicant/Designated Operator pursuant to and in accordance with Paragraph 10 of the Board Order dated August 16, 2011:

See Revised Exhibit B-3

10. The Designated Operator requests that the following persons be dismissed as Respondents:

Owner:	Tract:	Interest:
Theresa Ellen Senter & Robert Ray Senter	4	0.02041667
Joyce Gail Owens	4	0.02041667

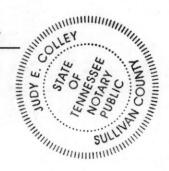
That pursuant to the provisions of 4VAC 25-160.70.A.10 and .C and VAC 25-160-80, annexed hereto and incorporated herein is a proposed supplemental order to be entered to complete the record regarding elections; that said annexed supplemental order sets forth that the services of the Escrow Agent is not required in this matter pursuant to the terms of §§ 45.1-361.21.D and 45.1-361.22.A.3 and .4.

Dated at Kingsport, Tennessee, this 20th day of March, 2012.

Taken, subscribed and sworn to before me by Timothy E. Scott, the Agent for Range Resources-Pine Mountain, Inc., a corporation, on behalf of the corporation, this 20th day of March, 2012.

Notary Public

My commission expires: 11-20-2013



[f:msword2000\pinemountainoilandgas\pooling.V-500027.supporder&aff]

## Exhibit "B" V-530027 Revised 7/26/2011

Tract	Lessor	Lease Status	Interest Within Unit	Gross Acreage in Unit
	Gas Estate O	nly		
1	Range Resources - Pine Mountain, Inc. Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212 Tax Card ID - 20839	Owner	49.05000000	55.28000000
2	Richard L. & Carol S. Anderson 6067 Bluering Court San Jose, CA 95120 Tax Card ID - 19242, 19243, 19244	Unleased	7.44000000	8.38000000
	OR			
	Clifford Scott & Faye Hill 770 W 600 S Wolcottsville, IN 46795	Unleased	3.72000000	4.19000000
	Deidre Gaye & Tommy Garrett 4650 South 050 West Lagrange, Indiana 46761	Unleased	3.72000000	4.19000000
3	Range Resources - Pine Mountain, Inc. Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212 Tax Card ID - Minerals Only	Owner	1.96000000	2.21000000
4	Tax Card ID - 17158 Roger & Emma Musick 1473 Sandlick Road Haysi, VA 24256	Leased	0.06125000	0.06875000
	Florida Conference Association of Seventh Day Adventists Attn: Frank McMillan Attorney at Law 655 North Wymore Road Winter Park, FL 32789	Unleased	0.18375000	0.20625000
	Theresa Ellen & Robert Ray Senter 259 Centennial Heights Rd Haysi, VA 24256	Leased	0.02041667	0.02291667
	Joyce Gail Owens 343 Centennial Heights Rd Haysi, VA 24256	Leased	0.02041667	0.02291667
	Brenna Earlena Owens 343 Centennial Heights Rd Haysi, VA 24256	Unleased	0.02041667	0.02291667
	Buffy Sweat Unknown	Unleased	0.06125000	0.06875000

	Gearldine Owens Unknown	Unleased	0.04083333	0.04583333
	Ina Owens 105 State Rd 20 Palatka, FL 32177-7750	Leased	0.04083333	0.04583333
	Harold & Mary Owens 6108 West Second Manor Palatka, FL 32177-3805	Leased	0.04083333	0.04583333
5	Tax Card ID - Minerals Only Helen Breedlove Baker Heirs Unknown	Unleased	0.55333333	0.62333333
	Thelma Jane Breedlove Crum Heirs Unknown	Unleased	0.55333333	0.62333333
	William McKinley Breedlove, Jr. 1635 Pecan Dr., Rt. 5 Richland, TX 77469	Unleased	0.55333333	0.62333333
	Willie Wallace 6953 Big Ridge Road Haysi, VA 24256	Unleased	0.27666667	0.31166667
	Pauline Counts Heirs Unknown	Unleased	0.27666667	0.31166667
	Cora Mullins 182 Minnie Wallace Rd. Haysi, VA 24256	Unleased	0.27666667	0.31166667
	Glenna Kennedy P.O. Box 96 Clintwood, VA 24228	Leased	0.27666667	0.31166667
	Clarence Giles Sykes Unknown	Unleased	0.13833333	0.15583333
	Beulah Mullins 15379 Woodstone Circle Bristol, VA 24202	Unleased	0.13833333	0.15583333
	Billy Willis 6259 31st Rd. Udall, KS 67146	Leased	0.03952381	0.04452381
	Bonnie Kearny 6 Walnut Lane South Barrington, IL 60010	Leased	0.03952381	0.04452381
	Connie Counts P.O. Box 184 Haysi, VA 24256	Leased	0.03952381	0.04452381
	Harold & Beatrice Willis 1112 Creek Fork Bee, VA 24217	Unleased	0.03952381	0.04452381

	Shirle & Matthew Gibson P.O. Box 10	Unleased	0.03952381	0.04452381
	Elkhorn City, KY 41522  Janice & George Rexrode P.O. Box 115	Leased	0.03952381	0.04452381
	Amissville, VA 22002  Katie Lucas	Unleased	0.03952381	0.04452381
	9575 South Shore Drive Unionville, IN 47468	Officased	0.00002001	0.04402001
6	Bobby & Barbara O'Quinn P.O. Box 255 Haysi, VA 24256 Tax Card ID - 6487	Leased	4.91000000	5.53000000
7	Ralph & Sarah Deel 107 Gamblers Road Haysi, VA 24256 Tax Card ID - 6495	Leased	6.35000000	7.16000000
8	Harlis & Phoeba Woods 105 Gamblers Road Haysi, VA 24256 Tax Card ID - 17719	Unleased	0.43000000	0.48000000
9	Wanda & Jackie Lee Owens 5810 Old Jonesboro Road Bristol, TN 37620 Tax Card ID - 7718	Leased	2.84000000	3.20000000
10	Craig & Rebecca Boyd 248 Tantrough Branch Haysi, VA 24256 Tax Card ID - 8123	Leased	1.99000000	2.24000000
11	Joseph & Julia Boyd P.O. Box 504 Haysi, VA 24256 Tax Card ID - 8290	Unleased	1.96000000	2.21000000
12	Joseph & Julia Boyd P.O. Box 504 Haysi, VA 24256 Tax Card ID - 8291	Unleased	0.59000000	0.67000000
13	Patricia Sluss 133 SR Drive Clintwood, VA 24228 Tax Card ID - 13733	Leased	0.03000000	0.03000000
14	Matthew Deel 7305 Big Ridge Road Haysi, VA 24256 Tax Card ID - 10077	Leased	0.28000000	0.31000000
15	James & Carolyn Sluss 7369 Big Ridge Road Haysi, VA 24256 Tax Card ID - 16158	Leased	0.47000000	0.53000000

16	James & Carolyn Sluss 7369 Big Ridge Road Haysi, VA 24256 Tax Card ID - 10083	Leased	0.68000000	0.77000000
17	Danny & Sandra Sluss 7397 Big Ridge Road Haysi, VA 24256 Tax Card ID - 10073	Leased	0.43000000	0.49000000
18	Danny & Sandra Sluss 7397 Big Ridge Road Haysi, VA 24256 Tax Card ID - 21320	Leased	0.31000000	0.35000000
19	Walter & Ella Mae Coleman P.O. Box 65 Haysi, VA 24256 Tax Card ID - 8853	Leased	0.43000000	0.48000000
20	John Lowell Bartley P.O. Box 238 Spicewood , TX 78669-0238 Tax Card ID - 8133	Unleased	13.46000000	15.17000000
21	Craig & Rebecca Boyd 248 Tantrough Branch Haysi, VA 24256 Tax Card ID - 19756	Leased	2.58000000	2.91000000
	TOTAL GAS ESTATE		100.00000000	112.69000000
	Percentage of Unit Leased Percentage of Unit Unleased	72.92851190 27.07148810		
	Acreage in Unit Leased Acreage in Unit Unleased	82.18601190 30.50398810		

# Exhibit "B-3" - Unleased Owners V-530027 Revised 7/26/2011

Tract	Lessor	Lease Status	Interest Within Unit	Gross Acreage in Unit
	Gas Estate Only	/		
2	Richard L. & Carol Anderson 6067 Bluering Court San Jose, CA 95120 Tax Card ID - 19242, 19243, 19244	Unleased	7.44000000	8.38000000
	OR			
	Clifford Scott & Faye Hill 770 W 600 S Wolcottsville, IN 46795	Unleased	3.72000000	4.19000000
	Deidre Gaye & Tommy Garrett 4650 South 050 West Lagrange, Indiana 46761	Unleased	3.72000000	4.19000000
4	Tax Card ID - 17158 Florida Conference Association of Seventh Day Adventists Attn: Frank McMillan Attorney at Law 655 North Wymore Road Winter Park, FL 32789	Unleased	0.18375000	0.20625000
	Brenna Earlena Owens 343 Centennial Heights Rd Haysi, VA 24256	Unleased	0.02041667	0.02291667
	Buffy Sweat Unknown	Unleased	0.06125000	0.06875000
	Gearldine Owens Unknown	Unleased	0.04083333	0.04583333
5	Tax Card ID - Minerals Only Helen Breedlove Baker Heirs Unknown	Unleased	0.55333333	0.62333333
	Thelma Jane Breedlove Crum Heirs Unknown	Unleased	0.55333333	0.62333333
	William McKinley Breedlove, Jr. 1635 Pecan Dr., Rt. 5 Richland, TX 77469	Unleased	0.55333333	0.62333333

	Willie Wallace 6953 Big Ridge Road Haysi, VA 24256	Unleased	0.27666667	0.31166667
	Pauline Counts Heirs Unknown	Unleased	0.27666667	0.31166667
	Cora Mullins 182 Minnie Wallace Rd. Haysi, VA 24256	Unleased	0.27666667	0.31166667
	Clarence Giles Sykes Unknown	Unleased	0.13833333	0.15583333
	Beulah Mullins 15379 Woodstone Circle Bristol, VA 24202	Unleased	0.13833333	0.15583333
	Harold & Beatrice Willis 1112 Creek Fork Bee, VA 24217	Unleased	0.03952381	0.04452381
	Shirle & Matthew Gibson P.O. Box 10 Elkhorn City, KY 41522	Unleased	0.03952381	0.04452381
	Katie Lucas 9575 South Shore Drive Unionville, IN 47468	Unleased	0.03952381	0.04452381
8	Harlis & Phoeba Woods 105 Gamblers Road Haysi, VA 24256	Unleased	0.43000000	0.48000000
11	Tax Card ID - 17719  Joseph & Julia Boyd P.O. Box 504	Unleased	1.96000000	2.21000000
	Haysi, VA 24256 Tax Card ID - 8290			
12	Joseph & Julia Boyd P.O. Box 504 Haysi, VA 24256 Tax Card ID - 8291	Unleased	0.59000000	0.67000000
20	John Lowell Bartley P.O. Box 238 Spicewood , TX 78669-0238 Tax Card ID - 8133	Unleased	13.46000000	15.17000000
	TOTAL GAS ESTATE		27.07148810	30.50398810

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# Exhibit "E" - Escrow Owners V-530027

Tract	Lessor	Lease Status	Interest Within Unit	Gross Acreage in Unit
	Gas E	state Only		
2	Richard L. & Carol Anderson 6067 Bluering Court San Jose, CA 95120 Tax Card ID - 19242, 19243, 19244	Unleased	7.44000000	8.38000000
	OR			
	Clifford Scott & Faye Hill 770 W 600 S Wolcottsville, IN 46795	Unleased	3.72000000	4.19000000
	Deidre Gaye & Tommy Garrett 4650 South 050 West Lagrange, Indiana 46761	Unleased	3.72000000	4.19000000
4	Tax Card ID - 17158 Buffy Sweat Unknown	Unleased	0.06125000	0.06875000
	Gearldine Owens Unknown	Unleased	0.04083333	0.04583333
5	Tax Card ID - Minerals Only Helen Breedlove Baker Heirs Unknown	Unleased	0.55333333	0.62333333
	Thelma Jane Breedlove Crum Heirs Unknown	Unleased	0.55333333	0.62333333
	Pauline Counts Heirs Unknown	Unleased	0.27666667	0.31166667
	Clarence Giles Sykes Unknown	Unleased	0.13833333	0.15583333
	TOTAL GAS ESTATE		9.06375000	10.20875000

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RECURDED BY: CUF

## Hagy, Sharon (DMME)

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Thursday, May 10, 2012 2:10 PM Hagy, Sharon (DMME)

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Subject:

New Transaction GM47BDXOZWOCUC04-0002

Transaction details for Sharon Hagy(user shagy\_1) \_

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Date: Thu, May 10, at 14:09

Transaction Details:

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